

MINNESOTA DEPARTMENT OF COMMERCE
ENVIRONMENTAL FACILITIES PERMITTING UNIT
FOR THE PUBLIC UTILITIES COMMISSION

In the Matter of the Application of Xcel Energy and Great
River Energy for a Route Permit for the Upgrade of the
Southwest Twin Cities Chaska Area 69 kV Transmission Line
to 115 kV Capacity

MPUC DOCKET NO. E002/TL-12-401

Chaska City Hall
Council Chambers
One City Hall Plaza
Chaska, Minnesota

Met, pursuant to notice, at 2:00 in the
afternoon on September 26, 2012.

* * *

1 MR. STORM: Okay. Folks, if we can take
2 our seats. Okay. My name is Bill Storm with the
3 Department of Commerce Energy Facility Permitting
4 Unit. We are a unit inside the Department of
5 Commerce who facilitates the routing and siting
6 process for large transmission projects for the
7 Public Utilities Commission. Tonight we're here to
8 inform the public of the project, the Southwest Twin
9 Cities Chaska area project, which is a project by
10 Xcel and GRE to upgrade the existing 69 kV line to a
11 115 line.

12 There are two dockets associated with
13 this project. The first docket is a certificate of
14 need docket where the Applicant must show to the PUC
15 that the need exists and that the solution to the
16 need that is best suited for the ratepayers in
17 Minnesota is the rebuilding of the 169 -- or the
18 69 kV line.

19 The second docket, which is a routing
20 docket, is a docket in which we evaluate the routes
21 for where the transmission line should go. And in
22 this case Xcel and GRE are presenting it as a
23 rebuild of a 69 kV line and their route that they
24 propose is to follow the existing 69 kV line.

25 I just want to go over a little bit

1 tonight of what tonight's agenda is going to be.
2 Before I do that, I want to point out some things
3 that are on the front table, some handouts for the
4 public. The first handout is a fact sheet on
5 rights-of-way and easement acquiring, the process
6 that they go through to acquire an easement for a
7 right-of-way. This process, the process of
8 acquiring easement and compensation for easement, is
9 outside of the process for either CN or the routing
10 docket. Acquiring of the easement occurs after, if
11 and when they are issued a certificate of need and a
12 route permit. But this is the fact sheet that
13 explains a little bit of that information and where
14 you can go to get more information on that topic.

15 The other thing on the front table was
16 just a copy of the notice. One thing I do want to
17 point out in the copy of the notice, tonight we're
18 here; it's a public information and scoping meeting.
19 The informational part is to tell the public about
20 the project and to tell the public about the
21 process.

22 The scoping portion of the meeting is to
23 take input from the public on what issues that you
24 are concerned with that you want to make sure I
25 cover in my environmental document and, also, if you

1 want to put forth an alternative route. If you
2 think there's a better solution than rebuilding the
3 69 along that same right-of-way, this and the
4 comment period following this would be your
5 opportunity to do that. The comment period for this
6 project extends to October 12th, and I'll cover that
7 again later on.

8 As I said, I'm Bill Storm with the
9 Department of Commerce. Mike Kaluzniak is with the
10 PUC staff. Mike is also the public advisor on this
11 project. So if you have questions about the
12 process, how to participate, or you need assistance
13 in participating, Mike is the person to see for
14 that. And you can always call me too, but Mike is
15 the assigned public advisor for this project. His
16 contact information is on this notice.

17 Then you also see the contact information
18 for the utility, Xcel Energy, also on this notice.
19 And Xcel will be giving a presentation tonight.

20 My business card's also on the table. So
21 if you need to contact me, email or phone, that
22 information is there. Our snail mail address is
23 there too.

24 If you know you want to speak tonight, if
25 you have an issue that you want to make sure gets on

1 the record or concern, I ask that you fill out one
2 of these (indicating) cards back on the table, and
3 slip it to either Mike or myself tonight. And at
4 the end of the presentation, we will allow the
5 members of the public to ask either myself, Mike, or
6 the Applicants questions. So -- and if nobody signs
7 cards, I will still ask for a show of hands at the
8 end and ask people if they want to speak.

9 Some people aren't comfortable speaking
10 in a public forum, so I have set up a comment sheet.
11 If you know you have an issue that you want me to
12 cover in the environmental assessment or you know of
13 a concern that you have, whether you're interested
14 in EMF or other issues that may be surrounding the
15 building of this transmission line, you can put the
16 comments on here. Leave this with me or Mike or
17 drop it in the mail to us.

18 There's a signup sheet. If right now
19 those people who have gotten notice about this
20 project, either landowners or people in the -- who
21 are on a general list, after tonight if you're not
22 on my project contact list, you won't get notice.
23 So if you want to get notice from here on of when
24 the environmental document comes out or when the
25 public hearing's going to be, I ask that you sign up

1 to get on my project contact list.

2 A copy of the slides (indicating) so you
3 can follow along with tonight's presentation. You
4 can write your questions down on the sides for
5 asking at the end.

6 And then the other thing is a draft
7 scoping document. As I said, one of the reasons
8 we're here tonight is to scope the environmental
9 document; what issues or what alternatives would you
10 like me to contain or include in my environmental
11 assessment that I'm going to write. This document
12 explains that scoping process and also lays out the
13 boilerplate or the standard items that I know I'm
14 going to include in my document up front. But if
15 you have a specific concern, this is your
16 opportunity and the comment period that follows is
17 your opportunity to make sure that I'm aware of it
18 so that I cover it in the environmental document.

19 Xcel Energy and GRE will give a
20 presentation on what the project is and the pieces
21 and parts of the project. When they are done, the
22 floor will come back to me; and then I'll run you
23 through the process, the regulatory process of how
24 we review the application for the CN and the
25 application for a route. And then when I'm done, I

1 will turn it over to the public and ask -- give you
2 an opportunity to ask questions on the record of
3 Xcel, GRE, myself, or Mike.

4 We do have a court reporter here. So
5 when we get to that session where I ask for your
6 public comments, I ask that you stand up, state and
7 spell your name clearly, and then ask your question.
8 I also ask that one person at a time, because that
9 will help the court reporter.

10 The next is Xcel's comment, presentation.
11 Sage Tauber --

12 MS. TAUBER: Tauber, yep.

13 MR. STORM: -- is going to start that
14 off. So I'll turn it over to Sage.

15 MS. TAUBER: Thanks. Good afternoon,
16 everyone. Thanks for coming. My name is Sage
17 Tauber. I'm a permit analyst with Xcel Energy. I'm
18 working on the route permit application for this
19 project. We're coapplicants with Great River
20 Energy, who owns and operates a small portion of
21 this project, which I'll explain in a moment.

22 So I'll be going through a brief
23 explanation, overview of the project; and then Paul
24 Lehman from our regulatory department with Xcel
25 Energy will give a brief discussion about the need

1 behind the project and talk a little bit more about
2 why we're proposing this project.

3 As you can see in the front of the room,
4 we have maps of the route, which is divided
5 essentially into six segments. The total project
6 covers just under 13 miles, and it starts here on
7 the right side -- my right-hand side here of the
8 room on the furthest west just west of Aue Lake, and
9 the project extends eastward and ends at the Scott
10 County Substation with various segments in between
11 there, which I'll be explaining.

12 The first component of the project
13 involves approximately 6 miles of upgrading the
14 existing 69-kilovolt line to 115 kilovolt. These
15 are described in Segments 1, 4, and 6 of the
16 project. Total about 6 miles. And as Bill
17 described, we're upgrading the voltage of this line,
18 which essentially will be a complete replacement,
19 removing and replacing the poles and the wires that
20 are there for those segments. And essentially the
21 same alignments of where that 69 kV line is
22 currently located.

23 The second component of the project
24 involves simply changing the voltage of an
25 approximately three-mile segment of line. This is

1 the segment that is owned and operated by Great
2 River Energy. This segment extends from the
3 intersection of County Road 40 and -- 140 and
4 Guernsey Avenue. It runs north and south through
5 the Victoria substation. This segment of the
6 project involves simply changing the voltage. There
7 are no changes -- physical changes to the structures
8 that are existing there. They're wood poles, which
9 would remain in place. In order to change the
10 voltage from 69 kV to 115 kV, the switch structure
11 at the southern intersection of those lines would be
12 replaced and upgraded to operate at 115.

13 Another component of the project involves
14 constructing two new segments of 115 kV transmission
15 line, totaling about two-and-a-half miles. The
16 first portion of that rebuild -- or the new
17 construction, rather, is located -- switch the map
18 here for a moment -- in red here (indicating). You
19 can see the pointer. It's approximately 1.8 miles
20 that follows the west side of Highway 212, follows
21 along Creek Road, Engler Boulevard, and heads north
22 to the newly-constructed city of Chaska West Creek
23 Substation.

24 The other segment of new 115 kV lines is
25 located in the city of Chaska. It's about a little

1 over half a mile of new 115 kV line, which would
2 replace the existing 69 kV line, which is located --
3 or which is shown here in the gray. So again shown
4 in red would be the new construction.

5 Another component of the project involves
6 abandoning approximately one mile of existing kV
7 line. This is shown here in between two of the
8 segments I described previously in orange, which are
9 the rebuild section. This segment of line here
10 (indicating) shown in gray, from this point here to
11 intersection of 140 and Highway 12, would be
12 abandoned in place. Essentially the poles would
13 remain where they're currently located, but the line
14 would not be electrified.

15 The last component of the project
16 involves modifying three of the substations along
17 the proposed route. The first modification would be
18 the Augusta Substation, which is the furthest west
19 here, located right here (indicating), would involve
20 constructing a -- or installing a new transformer.

21 Similarly, the Victoria Substation, no
22 change to the existing footprint or the size of
23 those that would occur on this project.

24 And then at the eastern terminus of the
25 project at the Scott County Substation would involve

1 an expansion there, all on Xcel Energy's property.
2 But that would be expanded to include the new
3 equipment to facilitate the upgrade voltage to 115.

4 Again, we have -- this route map is
5 larger and easier to see in the back of the room,
6 and then more details on these route maps we have in
7 the front of the room. So we'd be happy to look at
8 more segments of the route that you may be
9 interested in.

10 Now I'd like to turn it over to Paul
11 Lehman, who will talk a little more about the need
12 for this project and why Xcel Energy is moving to do
13 this upgrade.

14 MR. LEHMAN: Good afternoon. As Sage
15 said, I'm Paul Lehman. I'm a regulatory manager
16 with Xcel Energy, and my role is to work through the
17 permitting of this project that involves
18 demonstrating that we, in fact, need to do something
19 and that we have the solution identified for that.
20 That is the project that we're talking about this
21 afternoon.

22 So let's just talk about this in here.
23 We're -- we've come forward and said we need to
24 develop this project, and we need to do that so that
25 we can continue to reliably serve our customers.

1 That's of utmost importance of Xcel Energy and Great
2 River Energy is to make sure we can maintain
3 reliable service to our customers.

4 And the reason we see that we need to do
5 that is because there's growing demand for
6 electricity in this area and, as that demand grows,
7 the capabilities of the system reached their limits.
8 So we're seeing that we need to take care of that.
9 And then we also see the significant new load that's
10 taking place at the data center that's being
11 developed out to the west of us, west of the city
12 here.

13 And if we were to do nothing, that
14 growing demand of our customers for electricity
15 would cause the lines that serve -- the transmission
16 line in particular we're talking about -- to
17 overload and potentially to have what we call low
18 voltages on the transmission. Let me explain those
19 a little bit more.

20 If you take a look at this picture here
21 (indicating), that shows you how the power, the
22 electricity that our customers are using flows on
23 the transmission line that we're talking about. As
24 you can see, that Sage was talking, we have input
25 points to the transmission line on the east that's

1 the Scott County Substation. That's where the power
2 comes from the other higher-voltage lines that are
3 feeding into this area, and it delivers power into
4 the area to take care of the customer needs.

5 Also -- we also get power out of a
6 transmission source to the far west, and that
7 happens to be a Carver County Substation. So that
8 power comes out of those two locations and heads
9 into this Augusta/Victoria/Chaska system of customer
10 requirements. So this shows you where the power's
11 coming from. Roughly half of it comes from the east
12 and half of it comes from the west.

13 So what is it that we're worried about?
14 What do we want to make sure that we come up with a
15 solution to prevent problems? One is this concept
16 that I've talked about called overloading, and
17 overloading is pretty straightforward. What it
18 means is that the power that the transmission lines
19 are being asked to carry is more than the
20 transmission lines are capable of carrying. All of
21 our transmission lines have limits on how much power
22 they can carry; and when we reach those limits,
23 we're at risk of the lines overloading and damage to
24 those transmission lines actually occurring.

25 As a complement to that, there's also a

1 problem known as low-voltage conditions. And what
2 happens there is that, again, while the line may not
3 have actually overloaded but we still try to send
4 too much power down the line, and by the time it get
5 to the end of the line, the ability for the
6 customers to use our power is degraded through the
7 voltage dropping down below an acceptable level.
8 And when that happens, there's a risk that the
9 customer's equipment could, in fact, be damaged. So
10 both those problems, the overloading of our
11 facilities and the low voltage that we can deliver
12 to our customers, causes our system to not be able
13 to reliably meet the needs of our customers.

14 So here's an example of what happens. As
15 I said, we've got two sources of power that come to
16 this -- customer loads in this area, one from the
17 east and one from the west. So this shows you what
18 happens if the line that comes out of that Scott
19 County Substation that's on the east side of the
20 area here is out of service for whatever reason. If
21 that's the case, then all of the power that has to
22 be used or this customer's need to use in this area
23 has to come from the west over that transmission
24 line. And as you can see here, we're showing
25 overloads. The loading of a line gets above its

1 capability, either -- we put it in terms of
2 percentage. So we see that we go as high as
3 120 percent loading. Now that's a significant risk
4 to the lines being able to actually carry that
5 amount of power and the risk of being damaged. So
6 we don't want to have that situation occur, so we
7 see this as a problem we need to solve.

8 As you can see also, the voltage -- the
9 voltage here shows that ideally we'd want to stay
10 pretty close to 100 percent of the voltage that the
11 system is designed to serve our customers. As you
12 can see here, it's dropping down to about 95
13 percent. That's starting to approach the point
14 where, again, we're at risk of the voltage not being
15 adequate for our customers' loads to be able to
16 receive power from us and not be damaged themselves.
17 If that gets much lower, we're at risk of damage to
18 the equipment. But we want to take care of both
19 those problems.

20 Also, again, this is the strong side of
21 the source, because it's closer to the higher
22 voltage lines. So even if we don't have a loss of
23 the line that comes -- even if we don't have an
24 outage of the line that comes out of this
25 substation, the Scott County Substation, if we lose

1 one of the transformers that are there that steps
2 the power down from the higher-voltage system to our
3 69 kV system, we have the other transformer
4 overloading. As you can see here, it shows that the
5 loading on that other transformer would be about
6 113 percent. Again, that's getting to the point
7 where we're concerned about the risk of damage to
8 our equipment and being able to maintain service to
9 our customers.

10 So these are the issues that we're trying
11 to solve by the problem -- the solution that we've
12 got here. So, with that, we've come up with a
13 solution; and we have demonstrated that solution of
14 limiting overloads, as we'll be replacing the line
15 with a stronger line, one that operates at a higher
16 voltage and has a greater capability to carry power
17 to our customers. It will improve the reliability.
18 We'll be taking an older line and replacing it with
19 a new line. So simply the fact that it's in better
20 shape will make it a more reliable line as well.
21 And it will provide sufficient transmission
22 capability to allow this system, this area's loads
23 to continue to grow.

24 Now I'll turn it back to Sage.

25 MS. TAUBER: Thanks, Paul.

1 Just a few more minutes here. I just
2 wanted to introduce a couple of concepts that are in
3 the route permit application. One thing we wanted
4 to point out is that part of the route permit
5 process through the Public Utilities Commission
6 involves applying for what's described as a route
7 width. So as you'll notice on the maps here in the
8 front of the room, we're describing a route width
9 within which the transmission line will be actually
10 located. Sometimes this is confused with the
11 right-of-way, which is the actual easement area that
12 the utility company will acquire within which the
13 transmission line is located.

14 So for the route permit process, rather
15 than defining an actual alignment and actual pole
16 location at the point of our route permit
17 application, what we're applying for is approval
18 from the Commission of a designated route width.
19 That allows flexibility for the final design of the
20 transmission line, which occurs after we receive
21 approval from the Commission of the route width.

22 So in this case, for example, Xcel Energy
23 is proposing a 200-foot route width for the areas of
24 the transmission line that will be rebuilt in its
25 current alignment and a 400-foot route width in

1 areas where we're proposing new construction. That
2 allows for flexibility of the design and actual
3 location of the poles once the final design occurs
4 after the route permit is obtained. And in this
5 particular schematic, you can see in this example
6 there's the sewer main here (indicating), just to
7 illustrate the idea that it allows the flexibility
8 to design the actual centerline of the transmission
9 line around any other types of constraints like
10 other infrastructure, other sensitive resources,
11 maybe significant trees or vegetation or other
12 particular areas that require some flexibility in
13 designing the actual line.

14 So, again, just to go back to our project
15 overview map here real quickly. The segments that
16 you see here in orange, this segment here, here, and
17 here (indicating), is a 200-foot route width. And
18 then the area shown in red, which are the new
19 construction where there's currently no transmission
20 line existing, which is this red line and the line
21 right here (indicating) that goes into Chaska, we're
22 requesting a 400-route width, again within which we
23 can locate the actual right-of-way to do this -- the
24 final alignment once we receive approval from the
25 Commission.

1 Regarding the proposed structure types,
2 these are the three structure types (indicating) --
3 again these photos are in the back of the room as
4 well -- that we're proposing to use on this
5 transmission line upgrade project. The majority of
6 the structures would be one of these two structures
7 (indicating). This one is a brace post structure
8 (indicating). This one is a horizontal post
9 structure (indicating).

10 The existing transmission line that you
11 see in the area today is a combination of wood and
12 steel poles. The areas where we would be upgrading
13 and rebuilding the existing alignment, we would be
14 moving to steel pole construction of either
15 weathering -- self-weathering steel or galvanized
16 steel, which is on the right. The difference is the
17 self-weathering, as you can see, turns kind of a
18 rust color, whereas the galvanized steel stays the
19 shiny silver.

20 For the eastern portion of the project,
21 which involves extending eastward across the
22 Minnesota River, we're proposing to use a similar
23 structures which exists now, which are the V-Frame
24 structure shown on the far left there and
25 potentially a Y-Frame structure, which I apologize,

1 it's not in this photo, but it's in the photo in the
2 back corner of the room there.

3 The average height of the existing
4 structures, this just shows a photo simulation of
5 just a very general typical example. The photo
6 there on the left shows a typical structure of
7 what's existing there on the line now. The average
8 height is around 60 feet. The height of the
9 structures do vary based on the topography and the
10 various engineering constraints of the area. The
11 proposed structure, as we upgrade to 115-kilovolt
12 transmission line, will be slightly taller, slightly
13 larger base. On average between 10 to 20 feet
14 taller, what you see on the example there on the
15 right.

16 In regard to the anticipated schedule of
17 the project, Bill will get into a little bit more of
18 the discussion on the permit process; but once that
19 process is complete, we expect to receive a route
20 permit in the summer of 2013, next year, at which
21 time we will finalize engineering design and begin
22 construction the summer of 2013, with a projected
23 in-service date of 2014, spring of 2014.

24 This is a general schematic showing the
25 vegetation clearing that's required around

1 transmission lines for the safe maintenance and
2 operation of the transmission line. It's a little
3 bit detailed. We have this on a poster as well.
4 And I think -- being mindful of the time, I think if
5 there are questions about this later, we can talk
6 more. But in general you can see that both
7 construction and operation of the transmission line
8 does require vegetation clearing around the
9 transmission line and in the right-of-way to varying
10 degrees. So you can see directly under the
11 transmission line structure itself, which is
12 referred to as the wire zone, is generally typically
13 limited to grasses, low-growing vegetation. As they
14 move away from the line, shrubs and low-growing
15 trees are acceptable. And then, even outside of the
16 easement, what we call the hazard wind zone, is
17 where our vegetation maintenance crews will ensure
18 that the vegetation, as you can see in this photo
19 depicted by the dead tree there on the right, any of
20 those trees that pose any sort of danger to the safe
21 operation of the line would be removed. This is,
22 again, just a very general, typical photo shown on
23 the left before vegetation clearing and maintenance
24 and the after photo on the right to show the
25 clearing around the line, again, for safety in

1 operation reasons. Again, got just another photo
2 typical.

3 And I don't want to take up too much
4 time, but we do have a few photos just to kind of
5 orient all of you to a few of the project areas.

6 I'll just flip through these quickly,
7 Bill, if that's okay, just to kind of get you
8 oriented about the areas we're talking about. And,
9 again, we can look more specifically at the route
10 maps in the front of the room at some of these
11 areas.

12 This shows on the left-hand side of the
13 road an existing 69 transmission line on the
14 intersection of Guernsey Avenue and Highway 140, the
15 line that would be converted from 69 to 115 with no
16 physical change in the structures.

17 Again, an example of the existing
18 structures in the area that would be upgraded where
19 these structures would be replaced in approximately
20 the same alignment.

21 Again, along Highway 212/140 overpass,
22 this shows a good example of galvanized steel
23 structures that are currently existing.

24 This is an example here at Creek Road
25 where you can see the transmission line, the

1 existing line here as it traverses up the hill.

2 This is the line that goes through the
3 neighborhood there on Cascade Drive and Tupelo Way.
4 You can see a bit more modern, newer-type style of
5 galvanized steel pole.

6 And the second -- and, I'm sorry, it got
7 a little cut off there. The existing line again
8 along Chaska Boulevard, and this is before current
9 drought conditions. This is an example of where the
10 line starts heading eastward across the Minnesota
11 River, again at the eastern terminus of the project,
12 to where it would connect to the Scott County
13 Substation.

14 So, with that, I'll turn it back over to
15 Bill. And, again, there's several of us here
16 representing Xcel Energy and Great River Energy, and
17 we're happy to answer any questions.

18 MR. STORM: Thank you, Sage.

19 And you do have a copy of the slides on
20 the handout. I just want to do a quick run-through
21 on what -- from a regulatory standpoint what the
22 process is all about and who the players are
23 involved.

24 As I said, Bill Storm, Department of
25 Commerce Energy Facility Permitting. The ultimate

1 decision makers in these two dockets, the
2 certificate of need docket and the routing docket,
3 is the Public Utilities Commission. Those of us in
4 our staff at the EFP, the Energy Facility Permitting
5 Unit, we serve at the PUC's pleasure. We help them
6 with the logistics, we hold the meetings, we help
7 set up the public hearings, we do the notices for
8 them, and we also do the environmental review. So I
9 for this project will be writing the environmental
10 review document for these two dockets, and I'll get
11 into that a little bit later.

12 But you can see, the Public Utilities
13 Commission is responsible for wind farms, pipelines,
14 transmission lines, and power plants.

15 As I said, there's one project here, the
16 rebuild of the 69 line to a 115 line. This one
17 project has two dockets. The first docket before
18 the PUC is the certificate of need. And this is the
19 docket in which the Applicants have to show to the
20 PUC that there is a need and that their solution,
21 rebuilding of the 69 line, is the appropriate
22 solution for that need.

23 The legis -- the statutes and the rules
24 that cover the statutes define what projects are
25 obligated to follow this process. And as you can

1 see, just taken from the statute, that a
2 transmission line in excess of 100 kilovolts that is
3 more than 10 miles long falls under the requirement
4 for a certificate of need. And this project,
5 indeed, meets that criteria.

6 On May 15th, 2012 Xcel and GRE submitted
7 a certificate of need application to the Public
8 Utilities Commission documenting their position
9 about the need and the solution for the need. On
10 August 21st, 2012 the Commission accepted the CN
11 application as complete. What that acceptance means
12 is that the document had all the pieces and parts in
13 it that the statute and rules say that it has. It's
14 not a judgment about whether they agree with those
15 pieces and parts or the facts of those pieces and
16 parts; it's just saying, okay, you provided us all
17 the checkoffs that the statute and rule require so
18 the process can begin.

19 In that process, part of the process for
20 the certificate of need is an environmental document
21 needs to be produced that evaluates the proposed
22 project from a size, type, and timing standpoint,
23 meaning transmission verse generation or generation
24 verse transmission or 69 to 115 as opposed to 69 to
25 345. It looks at the issues surrounding the

1 solution to the need proposed by the Applicant and
2 what are the environmental impacts of those issues.
3 And that environmental document is prepared by the
4 Department of Commerce EFP staff. So I will be
5 producing an environmental document to deal with the
6 issues surrounding the impacts on the need question.

7 In addition to there being an
8 environmental document, a CN process also requires a
9 public hearing. And the public hearing is held so
10 the public can have another opportunity to speak on
11 the project, the environmental report that was
12 generated, and so forth.

13 This schematic just basically shows
14 how -- the various milestones of that process, of
15 the certificate of need process. And when you look
16 at this and when I move on to the routing process,
17 you'll see that some of these milestone blocks are
18 similar. And what we do to create efficiencies in
19 the process is we'll be combining some of them
20 steps. And I'll talk about that in a second.

21 Again, the one project, two dockets. The
22 first docket being the CN docket. The second docket
23 being the routing docket. The routing docket is
24 where we look at where should this line go. If,
25 indeed, a line is the solution that the PUC agrees

1 with, where should that line go?

2 And, again, there are thresholds that
3 require various projects to go through this process.
4 And this project definitely meets those thresholds.

5 In the routing process, in statute and
6 rule, there are two processes, the full process and
7 the alternative process. This project is following
8 the alternative process. The alternative process
9 was established for smaller, less complex projects.
10 A rebuild of this size is -- falls into that
11 category. Both processes, whether it's a full
12 process or the short process, require an
13 environmental review document and a public hearing.

14 On July 11th, 2012 Xcel submitted an
15 application to the PUC for a route permit. In that
16 application, since they're going through the
17 alternative process, which is a shorter process,
18 they only need to put their preferred route on the
19 table. If this was a larger project and we were
20 going through the full process, they would have to
21 put their preferred route plus an alternative route
22 on the table. But since it's the alternative
23 process, they only have to put one route on the
24 table.

25 The application was put in July 11th. On

1 September 11th the Commission, after reviewing the
2 application, determined that the application was
3 complete. Again, just as with the CN application,
4 completeness of review, it doesn't -- it's not a
5 stamp of approval for the project or going to the
6 merits of the facts of the application; it just is a
7 statement that, yes, you've checked all the boxes
8 and you included all the information that the rules
9 say you need to include. The merits of that
10 information get fleshed out as we move through the
11 process.

12 So since we're following the alternative
13 process, the application -- the Applicant only needs
14 to put one route on the table. In this case the
15 route they put on the table was centered around the
16 existing 69 kV line. They have asked for a route
17 width that's wider than the right-of-way existing 69
18 kV line, and that's to allow them to have
19 flexibility if they come across something where a
20 homeowner wants it -- let's say the current 69 line
21 runs in front of their house between the house and
22 the road and the homeowner for some reason, a stand
23 of trees, wants to build a garage there, asks the
24 Applicant could you move it behind my property, the
25 wider width that the Applicant's asking for gives

1 them a little bit of flexibility to move that
2 alignment. Now, the alignment is only the
3 right-of-way. The right-of-way in this case is
4 75 feet. So even though they're asking for a route
5 width of 200 or 400 feet, when it's all done and
6 said, they're only going to acquire a right-of-way
7 that's 75-feet wide.

8 Anyway, the alternative process, one
9 alternative put on the table. A public information
10 scoping meeting is held, and that's what we're doing
11 today, is public information to let the public know
12 about the project, let the public know about the
13 process, and a scoping meeting.

14 As I said previously, the Applicant only
15 needs to put one route on the table in a short
16 process. But this scoping process, which is open
17 until October 12th -- so if you have comments, get
18 them to me by October 12th -- this scoping process
19 is your opportunity to say, well, okay, that's all
20 right, I see the logic in wanting to follow the 69
21 kV line; but, hey, that line was built in 1950; I
22 think a better route is going another way, down some
23 other property line or some other road. This is
24 your opportunity to put forth that alternative.
25 Say, look, I would like you, Bill, in your

1 environmental document to not only evaluate the
2 impacts and the appropriateness of what the
3 Applicants' proposing, but also look at the impacts
4 of this other route that I've come up with, you
5 know, and we'll do that. So even though the
6 Applicant only has to have one route on the table,
7 this scoping process is an avenue for local units of
8 government or the public to put other alternatives
9 to be evaluated and included in the mix.

10 In this process the environmental review
11 document needs to be done. In the CN process the
12 environmental review document is called an
13 environmental report; and it looks at the project
14 from a high elevation, what are the effects of
15 transmission verse generation. The environmental
16 review document in the routing process looks at low
17 elevation; what is the impact of this specific
18 route, what are the impacts on wetland and wildlife
19 and homeowners and businesses on this particular
20 route. So there will be an environmental review
21 document for the routing process.

22 Once the environmental review document is
23 complete, the next milestone, when you look at those
24 charts, is the public hearing. The public hearing
25 will be back in this area, will be noticed --

1 anybody who signs up on my project list will be
2 noticed. It will be back in this area. There will
3 be an administrative law judge who presides over
4 this meeting, and this will be a way for the public
5 to ask questions of the Applicant, ask questions of
6 staff, either me or Mike, and also to inquire about
7 the environmental document. If you have questions
8 about the environmental document, that would be the
9 time to get your comments on the record for that.

10 Once -- when we come back here after the
11 environmental document's done -- it's out for public
12 review for a week or so, two weeks, depending on
13 what the timing is -- we come back here for the
14 public hearing. The public gets to speak to the
15 ALJ. There's also a comment period, a written
16 comment period, open ten days after that where you
17 get to submit comments to the ALJ on the alternative
18 route you put on the table or any issues that you
19 see.

20 Once that comment period closes for the
21 public hearing, the ALJ then will make a report.
22 He'll make a report -- he or she will make a report
23 on the findings of fact, the record, and also their
24 recommendations. And in this case a recommendation
25 would be whether to grant -- whether there is a need

1 and whether to grant the need and how best to meet
2 that need. He may say we agree with the preferred
3 route that the Applicant has chosen and we think you
4 should issue a route permit and the permit should
5 have these conditions. So once the ALJ report comes
6 back, I will -- I will assemble the record, and then
7 the case is presented to the PUC. And the PUC is
8 the ultimate decisionmaker. That meeting is also
9 public and it will be noticed. Anybody who signs up
10 on my list will get that, will get a notice of that
11 meeting that's coming up. At that meeting is where
12 the PUC, the five-member PUC, will make a
13 determination on need and on routing.

14 The process for the CN is supposed to
15 take about a year, and the alternative process on
16 the routing has about six months. Those dates do
17 slide a little bit, depending on the complexity of
18 the project. This is a mile -- this shows the
19 milestones for the routing process. You can see
20 that there are some of these blocks -- when you take
21 time to look at it, you'll see that some of these
22 blocks are similar. Public meeting, public scoping,
23 public hearing, so -- and the environmental
24 documents.

25 EFP, our role in this thing from an

1 environmental review standpoint, is to look at the
2 preferred route and any alternative routes that made
3 it through scope, evaluate their impacts on the
4 built, meaning the manmade environment, and on the
5 the natural environment. I don't do that alone,
6 though. I do coordinate my efforts with the
7 Pollution Control Agency, the DNR, and other
8 agencies around the state. So as I'm writing my
9 environmental document, I am in communication back
10 and forth with these other various agencies that
11 have authority for public health and environmental
12 welfare.

13 Now, as I said, one project, two
14 processes. The two processes do have things that
15 overlap; and in an effort to be more efficient,
16 we're combining some of them processes. And this is
17 just to say we're combining -- as I said, we need an
18 environmental report for the CN and we need an
19 environmental assessment for the routing. What I'll
20 be doing is writing one report that incorporates the
21 requirement for both those into one document. It's
22 more efficient, saves time.

23 The same thing with the hearing. Both
24 processes require public hearing. What we'll be
25 doing is we'll be combining them into one public

1 hearing. Once the environmental document is
2 released, we'll be back down here with an ALJ,
3 administrative law judge, to have a public hearing.

4 Now, if you want to track information on
5 these projects -- as I get public comments in from
6 local units of government or from citizens or
7 alternative routes proposed or the scoping document
8 or the environmental document, anything that I
9 produce or that I get relative to these two dockets
10 we track on our website. The first website is the
11 Energy Facility Permitting website. That's a
12 website that we at Commerce maintain. And I will
13 PDF all the pertinent documents and put them on that
14 website so you can follow them, see what your
15 neighbors are saying about the project, if they said
16 anything, see what your local unit of government has
17 said about the project. The scoping decision, when
18 it comes out, will be there. The environmental
19 report will be there. So that's how we track the
20 project from the EFP standpoint.

21 There is an official tracking of the
22 record which is done and maintained by the PUC, and
23 that's called e-dockets. And that system is also on
24 the web and the URL is there. And to documents
25 when -- documents are placed on there also. To

1 track documents on there, if you go to the URL
2 that's listed and then for the CN you enter the
3 year, which is 11, and then you enter the case
4 number, and for the routing, enter the year, which
5 is 12, and the case number, and that will take you
6 to that docket. And there are PDF linkable
7 downloadable documents there.

8 Basically what this meeting tonight is
9 about is to inform the public of the process, allow
10 the public to have an opportunity to ask questions
11 of the regulators and/or the Applicants. So what
12 I'm going to do is, as I turn this over to you, I
13 will ask, since no one filled out a card -- we have
14 a small group here tonight -- just a show of hands
15 if you want to speak, ask questions. We do have a
16 court reporter to take your questions down to make
17 sure it's in the record. If you don't feel like
18 speaking now tonight or you want to think about some
19 of the information you see on this and you want to
20 get a comment to me on an issue that you want me to
21 cover in the environmental assessment, the comment
22 period closes on October 12th. So either email me
23 or snail mail me your comments on that.

24 And, as I said, if you do want to speak,
25 since we have a court reporter here, stand, state

1 and spell your name for her, and then ask your
2 question; and I'll direct the question to the
3 appropriate Applicant or the regulatory staff,
4 depending on what the question may be.

5 Remember, October 12th get your comments
6 in to me. I do appreciate you coming. If you
7 have -- that's it for the formal presentation.

8 Does anybody have any questions of either
9 the regulators or the Applicants?

10 Okay. Well, remember, if you think of
11 something or if you speak to one of your neighbors
12 when you get back and they have an issue that they
13 want to make sure I cover -- let's say for an
14 example that the existing transmission line goes
15 through a fen or some other environmental area that
16 people really treasure in this area and you want to
17 make sure -- Bill, I want to make sure you assess an
18 impact and see if it's appropriate for the new line
19 to continue through there or should we go around it,
20 get your comment to me by October 12th so that I can
21 incorporate that into the scope, and then that could
22 be incorporated into the environmental document.

23 If there are no questions, though, please
24 feel free to look at the maps or informally ask
25 questions.

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But that will do it. Okay. Thank you.
(Proceedings concluded at 2:55 p.m.)